

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 278167

67

ORIGIN AGR-08

INFO OCT-01 EUR-12 IO-10 ISO-00 CEA-01 CIAE-00 COME-00

DODE-00 EB-07 FRB-03 H-02 INR-07 INT-05 L-03 LAB-04

NSAE-00 NSC-05 PA-01 AID-05 CIEP-01 SS-15 STR-04

TAR-01 TRSE-00 USIA-06 PRS-01 SP-02 OMB-01 FEA-01

/106 R

DRAFTED BY AGRIC/FVD/FAS:GESINDELAR:JVM

APPROVED BY EB/OT/TA:WGBARRACLOUGH

AGRIC:RSCHROETER

AGRIC:WHITE

STR:JSTARKEY

EB/OT/TA:TFO'HERRON

EUR/RPE:RBRESLER

TREASURY:MCHAVES

COMMERCE:DSCHLECTY

EB/OT/STA:WCLARK

----- 013899

R 242350Z NOV 75

FM SECSTATE WASHDC

TO USMISSION EC BRUSSELS

INFO AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY PARIS

AMEMBASSY ROME

USMISSION OECD PARIS

USMISSION GENEVA

USDEL MTN GENEVA

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 278167

LIMITED OFFICIAL USE STATE 278167

E.O. 11652: N/A

TAGS: ETRD, EAGR, EC

SUBJECT: EC EXPORT SUBSIDIES ON APPLES

REF: EC BRUSSELS 9938 (1974)

1. MISSION IS REQUESTED TO MAKE IMMEDIATE REPRESENTATIONS TO EC COMMISSION EXPRESSING USG CONCERN OVER COMMUNITY'S EXPORT SUBSIDIES FOR FRESH APPLES.

2. THIS ISSUE HAS BEEN RAISED WITH EC OFFICIALS ON SEVERAL OCCASIONS BUT TO NO AVAIL. US MOST RECENT REPRESENTATION ON THIS SUBJECT WAS BY MISSION OFFICIAL TO COMMISSION'S U.S. DESK OFFICER ON DECEMBER 13, 1974 (REFTEL). ISSUE ALSO RAISED IN US-EC CONSULTATIONS OF DECEMBER 5-6, 1974 IN WASHINGTON WHEN EC REPRESENTATIVE (RABOT) PROMISED TO LOOK INTO SITUATION.

3. THE RECENT ISSUANCE OF EC REGULATION 2791/75 AGGRAVATES AN ALREADY SERIOUS SITUATION. THIS REGULATION INCREASED THE SUBSIDY RATE APPLICABLE TO CERTAIN AFRICAN COUNTRIES, THE ARABIAN PENINSULA AND IRAN, FROM 3 UNITS TO 10 UNITS OF ACCOUNT PER 100 KG., A MORE THAN THREE FOLD INCREASE. RATE APPLICABLE TO SELECTED MARKETS IN NORTHERN EUROPE AND LATIN AMERICA WAS INCREASED FROM 3 TO 5 U.A. PER 100 KG. THESE INCREASES BECAME EFFECTIVE OCTOBER 29.

4. USG IS AWARE OF EC'S PROBLEMS IN HANDLING HUGE 1975 APPLE CROP. HOWEVER, EC SHOULD ALSO UNDERSTAND THAT US FACES RECORD APPLE CROP, WITH GROWERS IN SOME AREAS HARVESTING ONLY PART OF THEIR CROPS AND FACING LOSSES THIS SEASON. TRADITIONAL MARKETS IN BOTH NORTHERN EUROPE AND LATIN AMERICA ARE OF CRITICAL IMPORTANCE TO U.S. APPLY INDUSTRY. RECENT REPORT FROM NEW YORK EXPORTER INDICATED THAT A PROSPECTIVE SALE OF 4,400 BUSHEL TO NORTHERN EUROPEAN MARKET WAS JUST CANCELLED LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 278167

SOLELY BECAUSE OF THE EC SUBSIDY. MORE CANCELLATIONS ARE ANTICIPATED FOR SAME REASON. MAGNITUDE OF EC SUBSIDY TO ARABIAN PENINSULA AND IRAN REMOVES ANY POSSIBILITY OF U.S. PARTICIPATION IN THAT MARKET AREA.

5. FYI. A NUMBER OF U.S. GROWER ORGANIZATIONS HAVE REGISTERED SERIOUS CONCERN OVER EC SUBSIDY. UNLESS SUBSIDY IS REMOVED, SUCH CONCERN COULD LEAD TO SECTION

301 PETITION. END FYI.

6. USG URGES EC TO CONSIDER COMPLETE REMOVAL OFAPPLE
SUBSIDY. INGERSOLL

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: EXPORTS, REGIONAL ORGANIZATIONS, SUBSIDIES, APPLES, MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 24 NOV 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: KelleyW0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE278167
Document Source: CORE
Document Unique ID: 00
Drafter: GESINDELAR:JVM
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750409-0928
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751118/aaaaapgz.tel
Line Count: 119
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN AGR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 EC BRUSSELS 9938
Review Action: RELEASED, APPROVED
Review Authority: KelleyW0
Review Comment: n/a
Review Content Flags:
Review Date: 28 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 APR 2003 by BoyleJA>; APPROVED <15 OCT 2003 by KelleyW0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EC EXPORT SUBSIDIES ON APPLES
TAGS: ETRD, EAGR, EEC
To: EC BRUSSELS
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006